LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **OCTOBER 3, 2006**, upon the application of **CAMTERRA RESOURCES**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Zone**, **Reservoir A**; the Cotton **Valley Formation**, **Reservoir A**; and the Lower Cotton Valley Zone, Reservoir A; in the Elm Grove Field, Caddo Parish, Louisiana.

- 1. To establish two (2) additional drilling and production units for the exploration for and production of gas and condensate for the Lower Cotton Valley Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in the unit production on a surface acreage basis of participation.
- 3. To designate a unit operator and unit well where applicable.
- 4. To extend the provisions of the 361-E Series of Office of Conservation Orders and other applicable Statewide Orders to the proposed Lower Cotton Valley Zone, Reservoir A, units being proposed herein.
- 5. To permit the downhole combination of production from the Hosston Zone, Reservoir A; the Cotton Valley Zone, Reservoir A; and the Lower Cotton Valley Zone, Reservoir A; in the units designated HOSS RA SU87, CV RA SU103 and the proposed LCV RA SU106 and HOSS RA SU93, CV RA SU88 and the proposed LCV RA SU105, providing the ownership in each unit is identical.
- 6. To consider such other matters as may be pertinent.

The Lower Cotton Valley Zone, Reservoir A, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996, the Hosston Zone, Reservoir A, was further defined in 361-A Series of Office of Conservation Orders and the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders in the Elm Grove Field, Bossier, Caddo and Bienville Parishes, Louisiana.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION
S lck

Baton Rouge, LA 8/29/06;9/1/06

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.